GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5200
ANSWERED ON:11.05.2007
COLLECTION THROUGH BANKING CASH TRANSACTION TAX
Panda Shri Prabodh

Will the Minister of FINANCE be pleased to state:

(a) the amount collected by the Government through the Banking Cash transaction tax (BCTT) during each of the last two years;

(b) whether some of the State Governments have raised the issue repeatedly to withdraw the BCTT; and

(c) if so, the reaction of the Union Government in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI S.S. PALANIMANICKAM)

(a) The amount of Banking Cash transaction tax collected during the Financial Year 2005-06 and 2006-07 were Rs.309 crore and Rs.495 crore respectively.

(b) Yes, Sir.

(c) In the Finance Bill, 2007, it has been proposed to exclude the offices or establishments of the Central and State Governments from the purview of the Banking Cash Transaction Tax.